

AmerenCILCO's, AmerenCIPS' and AmerenIP's
Response to
Illinois Commerce Commission Data Request
ICC Docket No. 06-0800
Auction Investigation of Riders CPP and MV

RP-
Ameren 2.01: If the collateral requirements in Article 6 of the Supplier Forward Contracts were imposed on the Ameren Companies, how would the Ameren Companies recover any costs incurred in connection with those bilateral credit requirements? If applicable, please identify the factor in the Ameren Companies' Rider MV that the Ameren Companies would propose to use to recover any costs in connection with the Ameren Companies' collateral requirements.

Response: The Ameren Illinois Utilities would seek to recover the added cost associated with collateral requirements through the Market Value Adjustment Factor ("MVAF") provision within Rider MV. The tariff language in the existing Rider MV may need to be adjusted to clarify that collateral requirement costs are an added expense allowed to be recovered through the MVAF. Specifically, the underlined below may need to be added to the description of the MVAF on page 27.081 of Rider MV:

"The purpose of the Market Value Adjustment Factor (MVAF) is to periodically equalize the revenues from Retail Customers for electric power and energy supply procured for them by the Company and the expenses incurred by the Company for procurement of such supply as a function of the contract terms and prices determined in accordance with the CPA in order to address the differences that may exist between actual electricity usage and demand patterns and the historic usage and demand patterns used in the equations in the Translation to Retail Supply Charges part of this tariff and to recover any applicable costs the Company incurs in connection with establishing an appropriate letter of credit facility and posting collateral as required."

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Date: April 23, 2007

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ICC STAFF Cross Exhibit No. 4

Witness _____

Date 4/24/07 Reporter CB